GOVERNMENT OF INDIA
RURAL DEVELOPMENT
LOK SABHA

UNSTARRED QUESTION NO:3944
ANSWERED ON:10.08.2017
Disbursement of Funds under MGNREGS
Adhikari,Shri,Dibyendu

Will the Minister of RURAL DEVELOPMENT be pleased to state:

(a) whether several States are adversely affected under Mahatma Gandhi National Rural Employment Guarantee Scheme (MGNREGS) due to delay in Fund Transfer Order (FTO) of the Union Government during the current financial year;

(b) if so, the details of monthly claim or pay demand during the said period along with the disbursement of funds therein, State/UT-wise;

(c) the report received from the State Governments due to such repeated irregularities in processing of FTOs; and

(d) the steps being taken by the Union Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF RURAL DEVELOPMENT
(SHRI RAM KRIPAL YADAV)

(a)&(b): Fund Transfer Orders (FTOs) are generated by the field functionaries of the State Government based on outcome of the work done by the workers. In case of National Electronic Fund Management System (Ne-FMS) States/UT, the FTOs generated by the field functionaries is reflected on PFMS and sanction orders are generated by the Ministry for direct transfer of wages into the workers account notionally routed through the concerned State's Ne-FMS account. 96% of wages under MGNREGA are electronically transferred into the account of the workers. In case of Non-NeFMS State the payment of FTOs so generated by the field functionaries are made electronically from the State Employment Guarantee Fund (SEGF) account at the State level. Month-wise funds released to the States/UTs for implementation of MGNREGA during the period from March, 2017-July, 2017 is given at Annexure.

(c) & (d): The status of implementation of MGNREGS is reviewed on a regular basis. The central funds are released to the States/ UTs on the basis of agreed to Labour budget and taking into consideration the performance, pace of utilization of funds and on receipt of proposal with required documents. To ensure transparency and reduce unnecessary parking of funds at the field functionaries' level in the States, the Ministry has universalized Electronic Fund Management System (e-FMS) and also introduced National Electronic Fund Management System (Ne-FMS) in 21 States and 1 UT for direct payment of wages into workers' account under DBT. Dashboard for tracing pending FTOs has also been introduced.

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